## BEFORE THE POSTAL RATE COMMISSION WASHINGTON DC 20268-0001

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POSTAL RATE COMMISSION OFFICE OF THE SECRETARY

POSTAL RATE AND FEE CHANGES, 2000 Docket No. R2000-1

NOTICE OF
MAGAZINE PUBLISHERS OF AMERICA, INC.
CONCERNIING ERRATA TO LIBRARY REFERENCE
(MPA-LR-4) (ERRATUM)

(MAY 31, 2000)

Pursuant to the Commission's Rules, Magazine Publishers of America (MPA) hereby gives notice of the filing of an erratum to library reference MPA-LR-4, a Category 2 Library Reference. This library reference contains an Excel workbook that develops Test Year costs by subclass to reflect the Base Year cost changes for mail processing, city carriers, rural carriers, and purchased transportation costs that are presented by Periodicals Mailers witnesses. The revisions filed today reflect late changes to Witness Nelson's (MPA-T-3) testimony that were made after the Library Reference was initially filed. The changes are to transportation costs and to all total cost figures that include transportation costs.

Attached to this Notice are copies of the three pages from the Library Reference (Exhibits 1 and 2) which contain changes. The corrected material appears in **boldface type** for ease of reference. Additionally, MPA today also submits revised diskettes containing the revisions made to the Library Reference.

Respectfully submitted,

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## **CERTIFICATE OF SERVICE**

I hereby certify that I have this date served the foregoing document upon all participants of record in this proceeding in accordance with the Commission's Rules of Practice.

Anne R. Noble

Washington DC May 31, 2000

Exhibit 1. USPS and MPA TYAR Cost by Subclass (Thousands of Dollars)

Class		1	TYAR Cost				
	Subclass	USPS Proposal	Difference	MPA Proposal			
<del>-</del> .		[1]	[2]	[3]=[1]+[2]			
First	Letters & Parcels	\$13,437,357	-\$700,498	\$12,736,859			
First	Presort Letters & Parcels	\$5,019,464	-\$379,356	\$4,640,108			
First	Private Postcards	\$539,919	-\$14,473	\$525,446			
First	Presort Private Postcards	\$168,958	-\$12,604	\$156,354			
Priority Mail	All	\$3,064,062	-\$347,050	\$2,717,012			
Express Mail	All	\$480,984	-\$49,102	\$43 <u>1,882</u>			
Mailgrams	All	\$1,000	-\$54	\$946			
Periodicals	Within County	\$81,397	-\$16,695	\$64,702			
Periodicals	Regular Rate	\$1,981,587	-\$440,701	\$1,540,886			
Periodicals	Nonprofit	\$388,570	-\$73,812	\$314,758			
Periodicals	Classroom	\$14,034	-\$2,655	\$11,379			
Standard (A)	Single Piece Rate	\$0	\$0	\$0			
Standard (A)	ECR	\$2,471,864	-\$342,748	\$2,129,116			
Standard (A)	Regular	\$6,823,933	-\$803,107	\$6,020,826			
Standard (A)	Nonprofit ECR	\$208,577	-\$23,648	\$184,929			
Standard (A)	Nonprofit Regular	\$1,320,611	-\$128,888	\$1,191,723			
Standard (B)	Parcels Zone Rate	\$1,052,158	-\$276,874	\$775,284			
Standard (B)	Bound Printed Matter	\$479,204	-\$106,587	\$372,617			
Standard (B)	Special Standard	\$301,195	-\$58,103	\$243,092			
Standard (B)	Library Rate	\$47,444	-\$10,835	\$36,609			
USPS Mail	All	\$0	-\$18,516	-\$18,516			
Free Mail	All	\$40,348	-\$9,374	\$30,974			
International Mail	All	\$1,429,916	-\$43,271	\$1,386,645			
Special Services	All	\$1,539,113	-\$83,002	\$1,456,111			
Total Attributable Cost	All	\$40,891,695	-\$3,941,955	\$36,949,740			

<sup>[1]</sup> Exhibit USPS-14L at 1-2. [2] Exhibit 2, Column [5].

Exhibit 2. Total TYAR Cost Difference (Thousands of Dollars)

Class	Subclass	Mail Processing	City Carriers	Rural Carriers	Purchased Transportation	Total
		[1]	[2]	[3]	[4]	[5]=[1]+[2]+[3]+[4]
First	Letters & Parcels	-\$497,936	-\$159,833	\$18,320	-\$61,049	-\$700,498
First	Presort Letters & Parcels	-\$193,593	-\$193,014	\$33,658	-\$26,406	-\$379,356
First	Private Postcards	-\$4,106	-\$10,562	\$1,150		-\$14,473
First	Presort Private Postcards	-\$3,649	-\$9,162	\$885	-\$678	-\$12,604
Priority Mail	All	-\$229,569	-\$63,556	-\$756		-\$347,050
Express Mail	All	-\$19,936	-\$18,955	\$0	-\$10,211	-\$49,102
Mailgrams	Ali	\$24	-\$88	\$10		-\$54
Periodicals	Within County	-\$4,531	-\$10,536	-\$1,609	-\$19	-\$16,695
Periodicals	Regular Rate	-\$237,929	-\$86,237	-\$13,709		-\$440,701
Periodicals	Nonprofit	-\$31,657	-\$24,839	-\$3,833	-\$13,484	-\$73,812
Periodicals	Classroom	-\$1,519	-\$492	-\$103	-\$541	-\$2,655
Standard (A)	Single Piece Rate	\$0	\$0	\$0	\$0	\$0
Standard (A)	ECR	-\$86,493	-\$220,053	-\$18,273	-\$17,928	-\$342,748
Standard (A)	Regular	-\$443,139	-\$228,578	-\$14,124	-\$117,265	-\$803,107
Standard (A)	Nonprofit ECR	-\$9,838	-\$11,031	-\$385	-\$2,394	-\$23,648
Standard (A)	Nonprofit Regular	-\$63,331	-\$50,024	\$1,793		-\$128,888
Standard (B)	Parcels Zone Rate	-\$128,503	-\$34,253	-\$74	-\$114,043	
Standard (B)	Bound Printed Matter	-\$53,028	-\$26,709		-\$26,530	
Standard (B)	Special Standard	-\$18,437	-\$13,053	-\$68	-\$26,545	-\$58,103
Standard (B)	Library Rate	-\$3,668	-\$2,509	-\$9	-\$4,650	-\$10,835
USPS Mail	All	-\$15,923	-\$1,262	\$63	-\$1,394	-\$18,516
Free Mail	All	-\$6,670	-\$1,480		-\$1,211	-\$9,374
International Mail	All	-\$35,271	-\$3,638	\$112	-\$4,474	-\$43,271
Special Services	All	\$8,022	-\$91,025		\$0	-\$83,002
Total Attributable Cost	All	-\$2,080,681	-\$1,260,888	\$2,714	-\$603,100	<b>-\$3,941,955</b>

<sup>[1]</sup> Exhibit 3.1, Column [8]. [2] Exhibit 3.2, Column [8]. [3] Exhibit 3.3, Column [8]. [4] Exhibit 3.4, Column [8].

Exhibit 3-4. Development of TYAR Purchased Transportation Cost Differences (Thousands of Dollars)

Class	Subclass	Purchased Transportation Cost Differences				TYAR Cost Reduction	TYAR Total Cost Difference		
		Base Year	Rollforward Ratio	TYAR	Piggyback Factor	TYAR (With Piggybacks)	Programs	Without Contingency	With Contingency
		[1]	[2]	[3]=[2]*[1]	[4]	[5]=[3]*[4]	[6]	[7]=[5]+[6]	[8]=1.025*[7]
First	Letters & Parcels	-\$57,007	1.045	-\$59,560	1.000	-\$59,560	-	-\$59,560	-\$61,049
First	Presort Letters & Parcels	-\$21,441	1.202	-\$25,762	1.000	-\$25,762		-\$25,762	-\$26,406
First	Private Postcards	-\$949	0.982	-\$932	1.000	-\$932	-	-\$932	-\$955
First	Presort Private Postcards	-\$606	1.092	-\$662	1.000	-\$662		-\$662	-\$678
Priority Mail	All	-\$49,529	1.047	-\$51,873	1.000	-\$51,873		-\$51,873	-\$53,170
Express Mail	Ali	-\$8,587	1.160	-\$9,962	1.000	-\$9,962	-	-\$9,962	-\$10,211
Mailgrams	All	\$0	0.000	\$0	1.000	\$0[	-	\$0	\$0
Periodicals	Within County	-\$18	1.031	-\$19	1.000	-\$19	· -	-\$19	-\$19
Periodicals	Regular Rate	-\$79,504	1.085	-\$86,231	1.000	-\$86,231	-\$14,085	-\$100,316	-\$102,824
Periodicals	Nonprofit	-\$16,070	1.019	\$16,378	1.000	-\$16,378	\$3,223	-\$13,155	-\$13,484
Periodicals	Classroom	-\$586	0.963	-\$564	1.000	-\$564	\$36	-\$528	-\$541
Standard (A)	Single Piece Rate	-\$10,072	0.000	\$0	1.000	\$0	-	\$0	\$0
Standard (A)	ECR	-\$16,845	1.038	-\$17,491	1.000	-\$17,491		-\$17,491	-\$17,928
Standard (A)	Regular	-\$91,693	1.248	-\$114,405	1.000	-\$114,405	<u> </u>	-\$114,405	-\$117,265
Standard (A)	Nonprofit ECR	-\$2,017	1.158	-\$2,336	1.000	-\$2,336	-	-\$2,336	-\$2,394
Standard (A)	Nonprofit Regular	-\$14,663	1.153	-\$16,904	1.000	-\$16,904	-	-\$16,904	-\$17,326
Standard (B)	Parcels Zone Rate	-\$98,538	1.129	-\$111,262	1.000	-\$111,262		-\$111,262	-\$114,043
Standard (B)	Bound Printed Matter	-\$22,364	1.157	-\$25,883	1.000	-\$25,883		-\$25,883	-\$26,530
Standard (B)	Special Standard	-\$22,428	1.155	-\$25,898	1.000	-\$25,898	<u> </u>	-\$25,898	-\$26,545
Standard (B)	Library Rate	-\$4,114	1.103	-\$4,537	1.000	-\$4,537		-\$4,537	-\$4,650
US Postal Service Mail	All	-\$1,424	0.955	-\$1,360	1.000	-\$1,360		-\$1,360	-\$1,394
Free Mail	All	-\$1,016	1.163	-\$1,181	1.000	-\$1,181	+	-\$1,181	-\$1,211
International Mail	Alt	-\$4,409	0.990	-\$4,365	1.000	-\$4,365	-	-\$4,365	-\$4,474
Special Services	All	\$0	0.000	\$0	1.000	\$0		\$0	\$0
Total Attributable Cost	All	-\$523,881		-\$577,565		-\$577,565	-\$10,826	-\$588,391	-\$603,100

<sup>[1]</sup> MPA-T-3.
[2] Exhibit 4-4, Column [3].
[4] There are no piggybacks on purchased transportation.
[6] Exhibit 5-3, Column [2].
[B] USPS-T-9 at 43